



JOINT BUDGET COMMITTEE STAFF FY 2018-19 BUDGET BRIEFING SUMMARY

Colorado General Assembly
Joint Budget Committee

Department of Public Health and Environment

The Department of is responsible for responsible for protecting and improving the health of the people of Colorado and ensuring the quality of Colorado's environment. The Department's FY 2017-18 appropriation represents approximately 2.0 percent of statewide operating appropriations and 0.5 percent of statewide General Fund appropriations.

FY 2017-18 APPROPRIATION AND FY 2018-19 REQUEST

DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
FY 2017-18 APPROPRIATION:						
SB 17-254 (Long Bill)	577,561,316	48,365,235	186,449,278	45,234,537	297,512,266	1,331.6
Other legislation	2,446,672	433,042	2,008,278	5,352	0	4.4
TOTAL	\$580,007,988	\$48,798,277	\$188,457,556	\$45,239,889	\$297,512,266	1,336.0
FY 2018-19 APPROPRIATION:						
FY 2017-18 Appropriation	\$580,007,988	48,798,277	\$188,457,556	\$45,239,889	\$297,512,266	1,336.0
R1 Addressing critical public health threats	318,941	318,941	0	0	0	3.7
R2 Man Therapy	400,000	400,000	0	0	0	0.0
R3 SharePoint upgrade	212,098	0	0	212,098	0	0.0
R4 Medical marijuana adjustment	(166,268)	0	(166,268)	0	0	0.0
R5 Water Quality Improvement Fund	732,804	0	732,804	0	0	0.0
R6 RREO spending authority	1,150,000	0	1,150,000	0	0	0.0
R7 Health Information Exchange	387,516	387,516	0	0	0	0.0
R8 Provider rate increase	92,787	67,653	17,924	7,210	0	0.0
R9 Chronic disease grants adjustment	(4,291,432)	0	(4,291,432)	0	0	0.0
Centrally appropriated line items	6,325,018	1,167,973	1,624,056	2,025,319	1,507,670	0.0
Indirect cost assessment	2,223,867	687,717	2,026,882	(490,732)	0	0.0
Non-prioritized request items	79,986	(5,136)	(75,873)	203,461	(42,466)	0.0
Technical changes	49,861	69,603	(19,742)	0	0	0.0
Annualize prior year budget actions	(6,269,919)	(1,795,468)	(4,303,804)	(223,342)	52,695	2.5
Annualize prior year legislation	(381,173)	(70,467)	(314,627)	3,921	0	(0.4)
TOTAL	\$580,872,074	\$50,026,609	\$184,837,476	\$46,977,824	\$299,030,165	1,341.8
INCREASE/(DECREASE)	\$864,086	\$1,228,332	(\$3,620,080)	\$1,737,935	\$1,517,899	5.8
Percentage Change	0.1%	2.5%	(1.9%)	3.8%	0.5%	0.4%

R1 ADDRESSING CRITICAL PUBLIC HEALTH THREATS: The Department requests \$318,941 General Fund and 3.7 FTE in the Water Quality Control Division (WQCD) and the State Laboratory to increase the Department's ability to address an emergent public health risk from waterborne cyanotoxins and to support testing capabilities for infectious disease surveillance.

R2 MAN THERAPY: The Department requests \$400,000 General Fund to expand the reach of the existing Man Therapy campaign and website. The campaign is designed to address the high rate of suicide in Colorado among men ages 25 to 64. The second briefing issue provides additional information about this request.

R3 SHAREPOINT UPGRADE: The Department requests \$212,098 reappropriated funds in FY 2018-19 and \$118,098 in FY 2019-20 and beyond to update the Department’s SharePoint platform. The Department uses SharePoint for internal administrative functions and various programmatic activities.

R4 MEDICAL MARIJUANA ADJUSTMENT: The Department requests a total reduction of \$166,268 cash funds from the Medical Marijuana Cash Fund. The request reduces the personal services line item by \$284,888 and includes a transfer of \$118,620 to the operating line item to fund annual maintenance costs for the online Medical Marijuana Registration system (MMRS). The third briefing issue provides additional information about this request.

R5 WATER QUALITY IMPROVEMENT FUND: The Department requests \$732,804 cash funds from the Water Quality Improvement Fund. The additional spending will allow the Water Quality Control Division to increase the amount and number of grants awarded from the Water Quality Improvement Fund. These grants provide financial assistance to public, non-profit, and private stakeholders for water quality improvement projects.

R6 RREO SPENDING AUTHORITY: The Department requests an increase of \$1,150,000 cash funds from the Recycling Resources Economic Opportunity Fund. The additional spending authority will allow the Recycling Resources Economic Opportunity Program in the Division of Environmental Health and Sustainability to increase the number of grants and rebates awarded for financial assistance to private, public, and non-profit stakeholders to encourage the development of waste diversion infrastructure in Colorado.

R7 HEALTH INFORMATION EXCHANGE: The request includes \$387,516 General Fund annually for FYs 2018-19 through 2020-21 to support development of additional interfaces to connect providers to the Health Information Exchange. The final briefing issue provides additional information about this request.

R8 PROVIDER RATE INCREASE: The Department requests an increase of \$92,787 total funds, including \$67,653 General Fund, for a 1.0 provider rate increase for Local Public Health Agencies.

R9 CHRONIC DISEASE GRANTS ADJUSTMENT: The request includes a reduction of \$4,291,432 cash funds in the Cancer, Cardiovascular and Chronic Disease Prevention Grants line item in the Prevention Services Division. This request reduces spending authority to properly reflect actual fund availability and expenditures.

CENTRALLY APPROPRIATED LINE ITEMS: The request includes adjustments to centrally appropriated line items for the following: state contributions for health, life, and dental benefits; short-term disability; supplemental state contributions to the Public Employees' Retirement Association (PERA) pension fund; shift differential; salary survey; workers' compensation; legal services; administrative law judges; payment to risk management and property funds; vehicle lease payments; Capitol complex leased space; payments to the Governor’s Office of Information Technology (OIT); and CORE operations.

CENTRALLY APPROPRIATED LINE ITEMS						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
Salary survey adjustment	\$3,408,357	\$475,738	\$1,161,721	\$405,088	\$1,365,810	0.0
Payments to OIT adjustment	1,265,019	112,587	0	1,152,432	0	0.0
Health, life, and dental adjustment	1,119,080	321,810	338,029	278,444	180,797	0.0
AED adjustment	204,555	128,402	42,351	53,289	(19,487)	0.0
SAED adjustment	204,555	128,402	42,351	53,289	(19,487)	0.0

CENTRALLY APPROPRIATED LINE ITEMS

	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
Workers' compensation adjustment	102,547	0	0	102,547	0	0.0
Vehicle lease payments adjustment	72,252	0	43,351	18,063	10,838	0.0
Legal services adjustment	854	0	0	854	0	0.0
Payment to risk management / property funds adjustment	(28,748)	0	0	(28,748)	0	0.0
Short-term disability adjustment	(10,702)	2,190	(4,668)	(182)	(8,042)	0.0
ALJ adjustment	(6,180)	0	0	(6,180)	0	0.0
Capitol Complex leased space adjustment	(3,577)	0	0	(3,577)	0	0.0
Shift differential adjustment	(2,994)	(1,156)	921	0	(2,759)	0.0
TOTAL	\$6,325,018	\$1,167,973	\$1,624,056	\$2,025,319	\$1,507,670	0.0

INDIRECT COST ASSESSMENT: The request includes a net increase in the Department's indirect cost assessment.

NON-PRIORITIZED REQUEST ITEMS: The request includes two decision items originating in other departments. The following table summarizes the non-prioritized requests, which will be addressed in separate staff briefings.

NON-PRIORITIZED REQUEST ITEMS

	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
NP3 OIT operating system suite	\$74,072	(\$5,136)	(\$75,873)	\$197,547	(\$42,466)	0.0
NP2 Cybersecurity liability insurance policy	5,914	0	0	5,914	0	0.0
TOTAL	\$79,986	(\$5,136)	(\$75,873)	\$203,461	(\$42,466)	0.0

TECHNICAL CHANGES: The request includes three technical changes, as detailed in the table below.

TECHNICAL CHANGES

	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
Depreciation equivalent payments	\$89,345	\$89,345	\$0	\$0	\$0	0.0
CTC base adjustment	0	0	0	0	0	0.0
Adjust Amendment 35 revenues	(39,484)	(19,742)	(19,742)	0	0	0.0
TOTAL	\$49,861	\$69,603	(\$19,742)	\$0	\$0	0.0

ANNUALIZE PRIOR YEAR BUDGET ACTIONS: The appropriation includes adjustments for the second- and third-year impact of prior year budget actions.

ANNUALIZE PRIOR YEAR BUDGET ACTIONS

	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
Lease escalator	\$189,814	\$0	\$17,504	\$172,310	\$0	0.0
Health facilities staffing	134,844	6,763	29,317	33,511	65,253	2.5
Waste tire fee sunset	(3,094,319)	0	(3,094,319)	0	0	0.0
Rural landfills	(1,595,000)	(1,345,000)	(250,000)	0	0	0.0
Oil and gas health activities	(804,660)	0	(402,330)	(402,330)	0	0.0
Marijuana reference library	(593,467)	0	(593,467)	0	0	0.0
Health Information Exchange	(453,516)	(453,516)	0	0	0	0.0
Merit pay	(24,136)	(2,973)	(8,377)	(2,828)	(9,958)	0.0
IDD facility survey staffing	(23,315)	0	0	(23,315)	0	0.0
Salary survey	(6,164)	(742)	(2,132)	(690)	(2,600)	0.0
TOTAL	(\$6,269,919)	(\$1,795,468)	(\$4,303,804)	(\$223,342)	\$52,695	2.5

ANNUALIZE PRIOR YEAR LEGISLATION: The appropriation includes adjustments for the second- and third-year impact of prior year legislation.

ANNUALIZE PRIOR YEAR LEGISLATION						
	TOTAL FUNDS	GENERAL FUND	CASH FUNDS	REAPPROPRIATED FUNDS	FEDERAL FUNDS	FTE
H.B. 17-1315 (DUI data)	\$1,069	\$0	\$0	\$1,069	\$0	0.0
H.B. 17-1248 (CWCB projects bill)	(260,000)	0	(260,000)	0	0	0.0
H.B. 16-1280 (Air ambulance)	(71,749)	0	(71,749)	0	0	(0.3)
H.B. 17-1306 (Test lead in public schools drinking water)	(35,128)	0	(35,128)	0	0	(0.1)
S.B. 16-069 Community paramedics	(10,662)	(70,467)	56,953	2,852	0	0.0
H.B. 15-1015 (EMS compact)	(4,703)	0	(4,703)	0	0	0.0
TOTAL	(\$381,173)	(\$70,467)	(\$314,627)	\$3,921	\$0	(0.4)

SUMMARY OF ISSUES PRESENTED TO THE JOINT BUDGET COMMITTEE

R1 ADDRESSING CRITICAL PUBLIC HEALTH THREATS: The Department requests \$318,941 General Fund and 3.7 FTE in the Water Quality Control Division (WQCD) and the State Laboratory to increase the Department’s ability to address an emergent public health risk from waterborne cyanotoxins and to support testing capabilities for infectious disease surveillance.

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R7 HEALTH INFORMATION EXCHANGE: The request includes \$387,516 General Fund annually for FYs 2018-19 through 2020-21 to support development of additional interfaces to connect providers to the Health Information Exchange.

STATIONARY SOURCES CONTROL FUND: The Stationary Sources Control Fund, created in Section 25-7-114.7 (2)(b)(I), C.R.S., experienced a write-off of accounts receivables that has resulted in a significant reduction of the Fund's balance. While the Fund has sufficient cash resources to support the Air Pollution Control Division's programming in FY 2017-18, significant programmatic cuts will be necessary beginning in FY 2018-19.

FOR MORE INFORMATION

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TO READ THE ENTIRE BRIEFING: http://leg.colorado.gov/sites/default/files/fy2018-19_pubheabrf1.pdf
and http://leg.colorado.gov/sites/default/files/fy2018-19_pubheabrf2.pdf